## Contract Services Division Consultant Advisory

Consultant Advisory 2013-4 October 3, 2013

MDOT, CSD, Consultant Contracts Section P.O. Box 30050 Lansing, MI 48909 Fax/517-355-7446 www.michigan.gov/mdot

Questions regarding this Consultant Advisory should be directed to:

Carol Rademacher 517-373-3382 rademacherc@michigan.gov

## Safe Harbor Overhead Cost Rate

The Federal Highway Administration (FHWA) has established a national indirect cost rate for use by ten States, including Michigan, on a test-evaluation basis. All eligible consulting firms (both prime and subconsultants) can choose to use the safe harbor overhead rate of 110% for contracts executed through June 30, 2016.

All consultants applying to use the safe harbor overhead rate must complete the MDOT Financial Prequalification Questionnaire, Form #1242 - Consultant Prequalification Application, and applicable portions of Part A of the MDOT Consultant Prequalification Application Instructions. The Guidelines for the Safe Harbor Overhead Cost Rate provide a description of the program as well as the eligibility requirements for use of the safe harbor overhead cost rate.

Please direct any questions regarding the safe harbor overhead cost rate to Carol Rademacher at <a href="mailto:rademacherc@michigan.gov">rademacherc@michigan.gov</a> or (517) 373-3382.